

January 8, 1957

In reply refer to:  
Unit Division

Lion Oil Co.  
P. O. Box 1226  
Roswell, New Mexico

Re: Termination of  
South Mescalero Unit  
Agreement -  
W/2 and SE/4 of  
Section 34-10S-32E  
Lea County, N. Mex.

Attention: Mr. W. T. Leisk  
District Landman

Gentlemen:

We are in receipt of your letter dated January 4, 1957, in which you advise us that Monsanto Chemical Company, the Operator of the South Mescalero Unit Agreement, considers this Unit terminated as of January 5, 1957.

Therefore, under the terms of Paragraph 8 of the Unit Agreement, we are terminating the South Mescalero Unit Agreement as of January 5, 1957, and our records will so indicate.

Very truly yours,

MURRAY E. MORGAN  
Commissioner of Public Lands

MEB:MNF/m

cc: OCC-Santa Fe

ccc.

File 1028

**LION OIL COMPANY**  
A DIVISION OF MONSANTO CHEMICAL COMPANY



**ELDORADO, ARKANSAS**

October 5, 1956

West Texas District  
P. O. Box 492  
Snyder, Texas

Land Commissioner  
P. O. Box 791  
Santa Fe, New Mexico

Re: South Mescalero Unit, W $\frac{1}{2}$  & SE $\frac{1}{4}$   
Sec. 34, T-10-S, R-32-E, Lea  
County, New Mexico, Monsanto  
Chemical Co., Operator, and  
Vickers Petroleum Company

Dear Sir:

In accordance with Section 3, Paragraphs (a) and (b), of Order No. R-770 pertaining to the above captioned unit, we are furnishing the following information:

On April 3, 1956, State "E" No. 1, located 1900' FWL and 1900' PBL of Section 34, T-10-S, R-32-E, Lea County, New Mexico, was spudded. The well was drilled to a total depth of 10,673' and production in commercial quantities was not encountered; therefore the well was plugged and abandoned on July 5, 1956.

This unit is still under investigation in regard to further evaluation and development.

Yours very truly,

E. H. Muhlback  
District Superintendent

ICL:irb

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

March 20, 1956

C  
O  
P  
Y

Mr. Clarence Hinkle  
Hervey, Dow & Hinkle  
P.O. Box 547  
Roswell, New Mexico

Dear Sir:

In behalf of your client, Monsanto Chemical Company, we enclose two copies of Order R-770 issued March 12, 1955, by the Oil Conservation Commission in Case 1028, which was heard on March 7th.

Very truly yours,

W. B. Macey  
Secretary - Director

WBM:brp  
Encls.